KEYSPAN ENERGY DELIVERY NEW ENGLAND D.T.E. 06-41

FIRST SET OF INFORMATION REQUESTS OF THE DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY TO KEYSPAN ENERGY DELIVERY NEW ENGLAND

D.T.E. 1-7

Respondent: Elizabeth D. Arangio Date of Response: June 27, 2006

- Q. Refer to Exhibit 1, at page 7 (Article III). State whether KeySpan has a majority equity interest in NEGM. If so, state whether KeySpan, as an affiliate, is impacted in any manner other than the ability to renegotiate or vote on the terms of compensation for NEGM.
- A. KeySpan's ultimate parent company, KeySpan Corporation, has an indirect majority ownership interest (90%) in NEGM. As stated in Article III, with the exception of having to recuse itself from any renegotiation or vote on the terms of NEGM's compensation, KeySpan is not otherwise impacted in any manner regarding votes on any issues affecting the business of ANE.